

UNITED STATES BANKRUPTCY COURT

Southern DISTRICT OF New York

In Re. Celsius Network LLC

§
§
§
§

Case No. 22-10964

Lead Case No. 22-10964

Debtor(s)

☒ Jointly Administered

Monthly Operating Report

Chapter 11

Reporting Period Ended: 12/31/2023

Petition Date: 07/13/2022

Months Pending: 18

Industry Classification:

5	2	3	9
---	---	---	---

Reporting Method:

Accrual Basis ☒

Cash Basis ☐

Debtor's Full-Time Employees (current):

48

Debtor's Full-Time Employees (as of date of order for relief):

274

Supporting Documentation (check all that are attached):

(For jointly administered debtors, any required schedules must be provided on a non-consolidated basis for each debtor)

- ☒ Statement of cash receipts and disbursements
- ☒ Balance sheet containing the summary and detail of the assets, liabilities and equity (net worth) or deficit
- ☒ Statement of operations (profit or loss statement)
- ☐ Accounts receivable aging
- ☐ Postpetition liabilities aging
- ☐ Statement of capital assets
- ☐ Schedule of payments to professionals
- ☒ Schedule of payments to insiders
- ☐ All bank statements and bank reconciliations for the reporting period
- ☐ Description of the assets sold or transferred and the terms of the sale or transfer

/s/ Joshua A. Sussberg

Signature of Responsible Party

01/23/2024

Date

Joshua A. Sussberg, P.C.

Printed Name of Responsible Party

601 Lexington Avenue, New York, New York 10022
Address

STATEMENT: This Periodic Report is associated with an open bankruptcy case; therefore, Paperwork Reduction Act exemption 5 C.F.R. § 1320.4(a)(2) applies.

Debtor's Name Celsius Network LLC

Case No. 22-10964

Part 1: Cash Receipts and Disbursements	Current Month	Cumulative
a. Cash balance beginning of month	\$29,296,221	
b. Total receipts (net of transfers between accounts)	\$289,048,933	\$571,168,456
c. Total disbursements (net of transfers between accounts)	\$32,815,393	\$291,717,635
d. Cash balance end of month (a+b-c)	\$285,529,761	
e. Disbursements made by third party for the benefit of the estate	\$0	\$0
f. Total disbursements for quarterly fee calculation (c+e)	\$32,815,393	\$291,717,635

Part 2: Asset and Liability Status (Not generally applicable to Individual Debtors. See Instructions.)	Current Month
a. Accounts receivable (total net of allowance)	\$12,956,361,188
b. Accounts receivable over 90 days outstanding (net of allowance)	\$0
c. Inventory (Book <input checked="" type="radio"/> Market <input type="radio"/> Other <input type="radio"/> (attach explanation))	\$0
d. Total current assets	\$14,904,871,527
e. Total assets	\$14,904,871,527
f. Postpetition payables (excluding taxes)	\$294,893,913
g. Postpetition payables past due (excluding taxes)	\$0
h. Postpetition taxes payable	\$0
i. Postpetition taxes past due	\$0
j. Total postpetition debt (f+h)	\$294,893,913
k. Prepetition secured debt	\$0
l. Prepetition priority debt	\$0
m. Prepetition unsecured debt	\$12,378,339,995
n. Total liabilities (debt) (j+k+l+m)	\$12,673,233,908
o. Ending equity/net worth (e-n)	\$2,231,637,618

Part 3: Assets Sold or Transferred	Current Month	Cumulative
a. Total cash sales price for assets sold/transferred outside the ordinary course of business	\$0	\$58,956
b. Total payments to third parties incident to assets being sold/transferred outside the ordinary course of business	\$0	\$0
c. Net cash proceeds from assets sold/transferred outside the ordinary course of business (a-b)	\$0	\$58,956

Part 4: Income Statement (Statement of Operations) (Not generally applicable to Individual Debtors. See Instructions.)	Current Month	Cumulative
a. Gross income/sales (net of returns and allowances)	\$4,915,875	
b. Cost of goods sold (inclusive of depreciation, if applicable)	\$646,823,543	
c. Gross profit (a-b)	\$-641,907,668	
d. Selling expenses	\$186,779	
e. General and administrative expenses	\$1,447,920	
f. Other expenses	\$359,352	
g. Depreciation and/or amortization (not included in 4b)	\$0	
h. Interest	\$0	
i. Taxes (local, state, and federal)	\$0	
j. Reorganization items	\$17,034,498	
k. Profit (loss)	\$-660,936,216	\$-3,176,528,580

Debtor's Name Celsius Network LLC

Case No. 22-10964

Part 5: Professional Fees and Expenses

a.			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
	Debtor's professional fees & expenses (bankruptcy) <i>Aggregate Total</i>		\$14,723,115	\$144,223,155	\$17,503,990	\$136,915,890
	<i>Itemized Breakdown by Firm</i>					
	Firm Name	Role				
i	Akin Gump	Co-Counsel	\$3,660,893	\$16,003,091	\$3,522,370	\$14,740,449
ii	Alvarez & Marsal	Financial Professional	\$1,573,752	\$24,805,546	\$2,672,905	\$23,095,524
iii	Centerview Partners	Financial Professional	\$250,053	\$4,958,955	\$250,053	\$4,958,955
iv	Kirkland & Ellis	Lead Counsel	\$8,759,675	\$74,237,901	\$10,538,402	\$70,740,835
v	Latham & Watkins	Special Counsel	\$0	\$11,174,703	\$41,519	\$10,506,738
vi	Sontchi, LLC	Other	\$0	\$12,150	\$0	\$9,720
vii	Stout	Other	\$0	\$835,690	\$0	\$668,552
viii	Stretto	Other	\$478,742	\$12,195,118	\$478,742	\$12,195,118
ix						
x						
xi						
xii						
xiii						
xiv						
xv						
xvi						
xvii						
xviii						
xix						
xx						
xxi						
xxii						
xxiii						
xxiv						
xxv						
xxvi						
xxvii						
xxviii						
xxix						
xxx						
xxxi						
xxxii						
xxxiii						
xxxiv						
xxxv						
xxxvi						

UST Form 11-MOR (12/01/2021)

Debtor's Name Celsius Network LLC

Case No. 22-10964

lxxix						
lxxx						
lxxxi						
lxxxii						
lxxxii						
lxxxiv						
lxxxv						
lxxxvi						
lxxxvi						
lxxxvi						
lxxxix						
xc						
xc						
xcii						
xciii						
xciv						
xcv						
xcvi						
xcvii						
xcviii						
xcix						
c						
ci						

b.			Approved Current Month	Approved Cumulative	Paid Current Month	Paid Cumulative
	Debtor's professional fees & expenses (nonbankruptcy) <i>Aggregate Total</i>		\$87,843	\$3,574,399	\$73,121	\$3,253,587
	<i>Itemized Breakdown by Firm</i>					
	Firm Name	Role				
i	Andersen LLP	Other	\$73,610	\$259,942	\$58,888	\$207,954
ii	Conyers Dill & Pearman	Other	\$0	\$6,077	\$0	\$6,077
iii	Ernst & Young LLP	Other	\$0	\$2,469,002	\$0	\$2,200,178
iv	FTI Consulting	Other	\$0	\$737,133	\$0	\$737,133
v	Jackson Lewis P.C.	Other	\$0	\$10,254	\$0	\$10,254
vi	McCarthy Tetrault LLP	Other	\$0	\$57,842	\$0	\$57,842
vii	McMillan LLP	Other	\$0	\$622	\$0	\$622
viii	Middlebrooks Shapiro, P.C.	Other	\$0	\$19,295	\$0	\$19,295
ix	Taylor Wessing LLP	Other	\$14,233	\$14,233	\$14,233	\$14,233
x						
xi						
xii						
xiii						
xiv						

Debtor's Name Celsius Network LLC

Case No. 22-10964

xv						
xvi						
xvii						
xviii						
xix						
xx						
xxi						
xxii						
xxiii						
xxiv						
xxv						
xxvi						
xxvii						
xxviii						
xxix						
xxx						
xxxi						
xxxii						
xxxiii						
xxxiv						
xxxv						
xxxvi						
xxxvii						
xxxviii						
xxxix						
xl						
xli						
xlii						
xliii						
xliv						
xlv						
xlvi						
xlvii						
xlviii						
xliv						
l						
li						
lii						
liii						
liv						
lv						
lvi						

Debtor's Name Celsius Network LLC

Case No. 22-10964

lvii						
lviii						
lix						
lx						
lxi						
lxii						
lxiii						
lxiv						
lxv						
lxvi						
lxvii						
lxviii						
lxix						
lxx						
lxxi						
lxxii						
lxxiii						
lxxiv						
lxxv						
lxxvi						
lxxvii						
lxxviii						
lxxix						
lxxx						
lxxxi						
lxxxii						
lxxxiii						
lxxxiv						
lxxxv						
lxxxvi						
lxxxvii						
lxxxviii						
lxxxix						
xc						
xc i						
xcii						
xciii						
xciv						
xcv						
xcvi						
xcvii						
xcviii						

Debtor's Name Celsius Network LLC

Case No. 22-10964

	xcix						
	c						
c.	All professional fees and expenses (debtor & committees)			\$22,546,553	\$238,927,765	\$28,644,217	\$228,016,916

Part 6: Postpetition Taxes**Current Month****Cumulative**

a.	Postpetition income taxes accrued (local, state, and federal)	\$0	\$0
b.	Postpetition income taxes paid (local, state, and federal)	\$0	\$0
c.	Postpetition employer payroll taxes accrued	\$32,471	\$1,442,520
d.	Postpetition employer payroll taxes paid	\$32,471	\$1,442,520
e.	Postpetition property taxes paid	\$0	\$0
f.	Postpetition other taxes accrued (local, state, and federal)	\$0	\$684
g.	Postpetition other taxes paid (local, state, and federal)	\$0	\$684

Part 7: Questionnaire - During this reporting period:

- a. Were any payments made on prepetition debt? (if yes, see Instructions) Yes ☐ No ☒
- b. Were any payments made outside the ordinary course of business without court approval? (if yes, see Instructions) Yes ☐ No ☒
- c. Were any payments made to or on behalf of insiders? Yes ☒ No ☐
- d. Are you current on postpetition tax return filings? Yes ☒ No ☐
- e. Are you current on postpetition estimated tax payments? Yes ☒ No ☐
- f. Were all trust fund taxes remitted on a current basis? Yes ☒ No ☐
- g. Was there any postpetition borrowing, other than trade credit? (if yes, see Instructions) Yes ☐ No ☒
- h. Were all payments made to or on behalf of professionals approved by the court? Yes ☒ No ☐ N/A ☐
- i. Do you have:
- Worker's compensation insurance? Yes ☒ No ☐
- If yes, are your premiums current? Yes ☒ No ☐ N/A ☐ (if no, see Instructions)
- Casualty/property insurance? Yes ☒ No ☐
- If yes, are your premiums current? Yes ☒ No ☐ N/A ☐ (if no, see Instructions)
- General liability insurance? Yes ☒ No ☐
- If yes, are your premiums current? Yes ☒ No ☐ N/A ☐ (if no, see Instructions)
- j. Has a plan of reorganization been filed with the court? Yes ☒ No ☐
- k. Has a disclosure statement been filed with the court? Yes ☒ No ☐
- l. Are you current with quarterly U.S. Trustee fees as set forth under 28 U.S.C. § 1930? Yes ☒ No ☐

Debtor's Name Celsius Network LLC

Case No. 22-10964

Part 8: Individual Chapter 11 Debtors (Only)

- | | | |
|--|-------|-----|
| a. Gross income (receipts) from salary and wages | _____ | \$0 |
| b. Gross income (receipts) from self-employment | _____ | \$0 |
| c. Gross income from all other sources | _____ | \$0 |
| d. Total income in the reporting period (a+b+c) | _____ | \$0 |
| e. Payroll deductions | _____ | \$0 |
| f. Self-employment related expenses | _____ | \$0 |
| g. Living expenses | _____ | \$0 |
| h. All other expenses | _____ | \$0 |
| i. Total expenses in the reporting period (e+f+g+h) | _____ | \$0 |
| j. Difference between total income and total expenses (d-i) | _____ | \$0 |
| k. List the total amount of all postpetition debts that are past due | _____ | \$0 |
- l. Are you required to pay any Domestic Support Obligations as defined by 11 U.S.C § 101(14A)? Yes ☐ No ☒
- m. If yes, have you made all Domestic Support Obligation payments? Yes ☐ No ☐ N/A ☒

Privacy Act Statement

28 U.S.C. § 589b authorizes the collection of this information, and provision of this information is mandatory under 11 U.S.C. §§ 704, 1106, and 1107. The United States Trustee will use this information to calculate statutory fee assessments under 28 U.S.C. § 1930(a)(6). The United States Trustee will also use this information to evaluate a chapter 11 debtor's progress through the bankruptcy system, including the likelihood of a plan of reorganization being confirmed and whether the case is being prosecuted in good faith. This information may be disclosed to a bankruptcy trustee or examiner when the information is needed to perform the trustee's or examiner's duties or to the appropriate federal, state, local, regulatory, tribal, or foreign law enforcement agency when the information indicates a violation or potential violation of law. Other disclosures may be made for routine purposes. For a discussion of the types of routine disclosures that may be made, you may consult the Executive Office for United States Trustee's systems of records notice, UST-001, "Bankruptcy Case Files and Associated Records." See 71 Fed. Reg. 59,818 et seq. (Oct. 11, 2006). A copy of the notice may be obtained at the following link: http://www.justice.gov/ust/eo/rules_regulations/index.htm. Failure to provide this information could result in the dismissal or conversion of your bankruptcy case or other action by the United States Trustee. 11 U.S.C. § 1112(b)(4)(F).

I declare under penalty of perjury that the foregoing Monthly Operating Report and its supporting documentation are true and correct and that I have been authorized to sign this report on behalf of the estate.

/s/ Christopher Ferraro

Signature of Responsible Party

Chief Financial Officer, Interim Chief Executive Officer, Chief
Restructuring Officer, and/or Authorized Signatory
Title

Christopher Ferraro

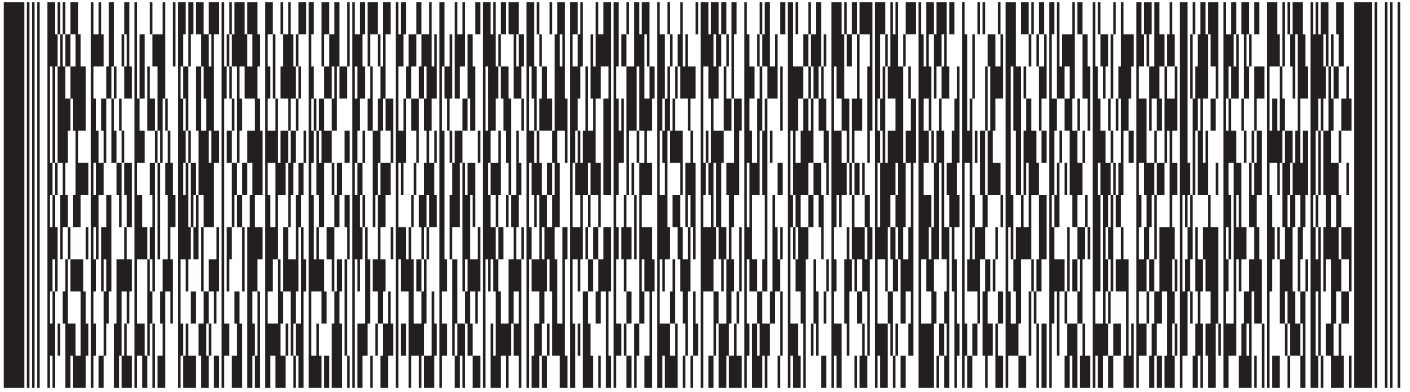
Printed Name of Responsible Party

01/23/2024

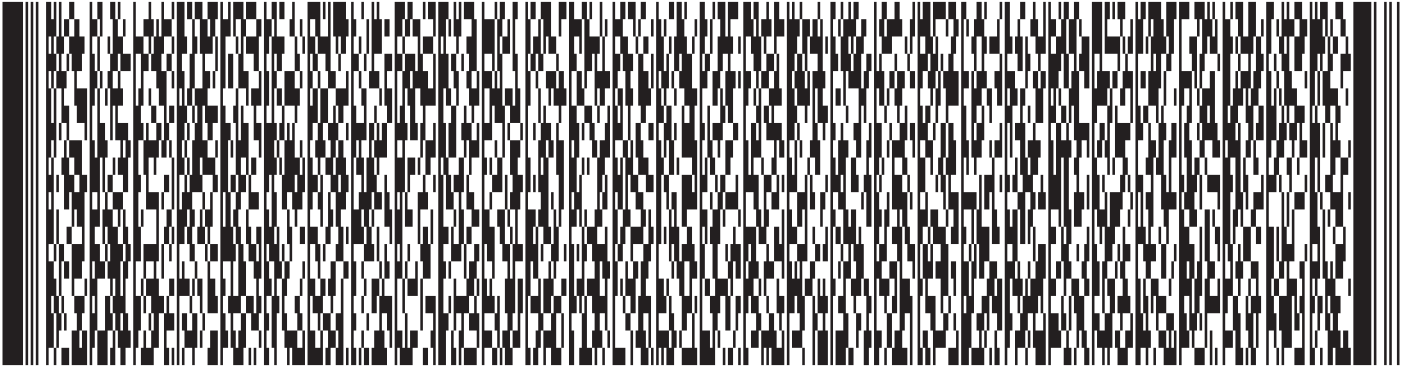
Date

Debtor's Name Celsius Network LLC

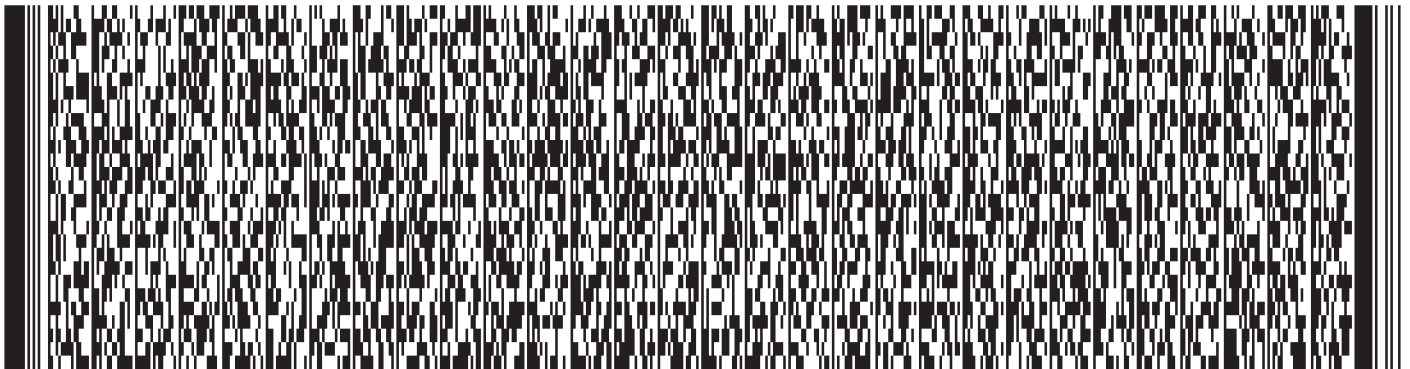
Case No. 22-10964



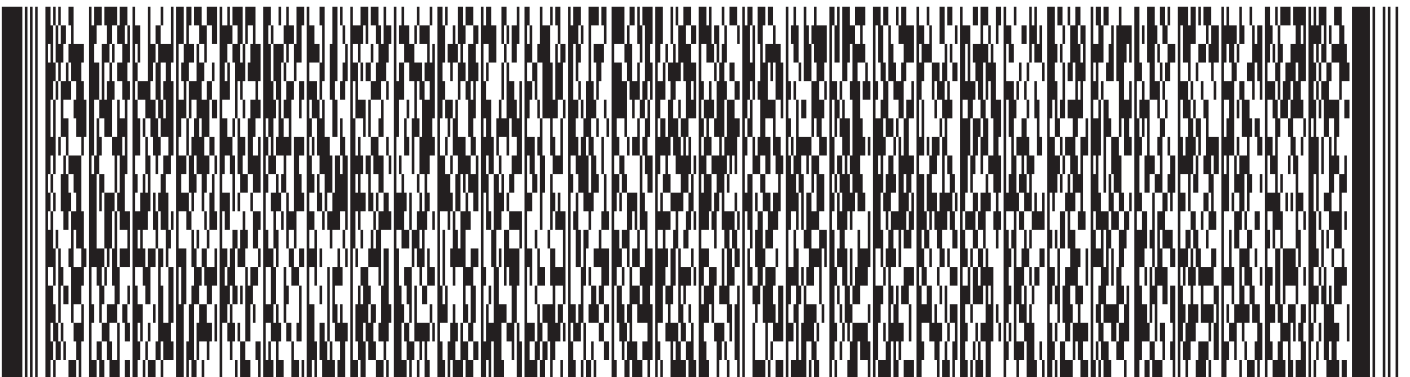
PageOnePartOne



PageOnePartTwo



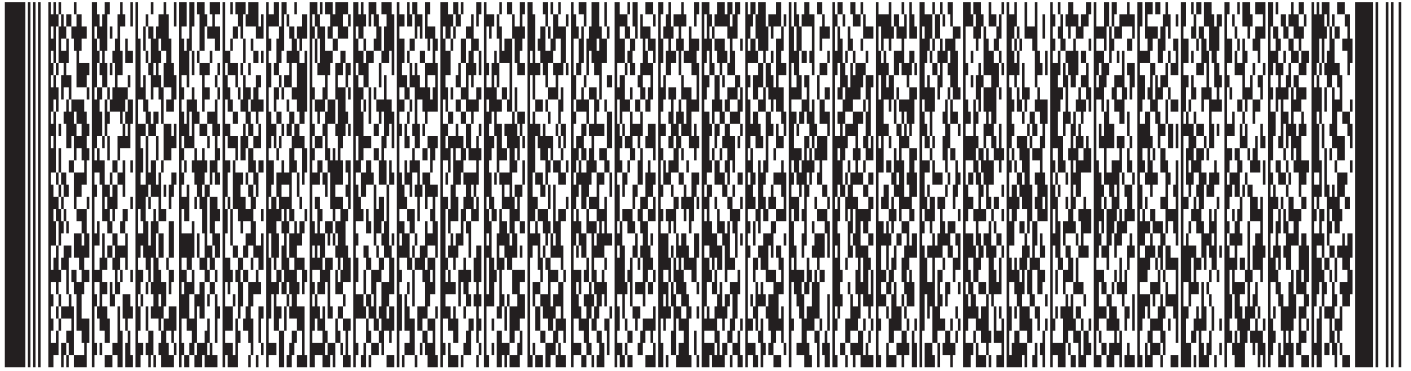
PageTwoPartOne



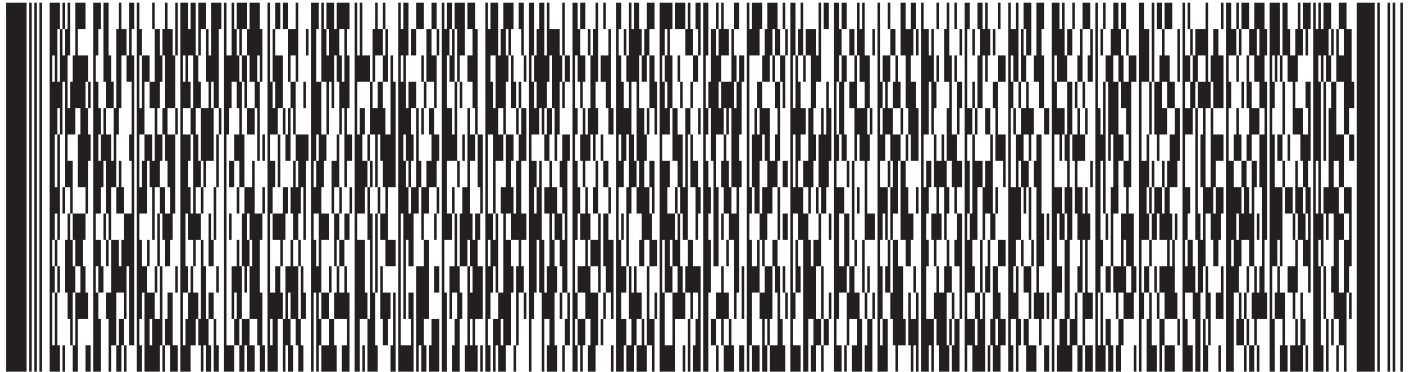
PageTwoPartTwo

Debtor's Name Celsius Network LLC

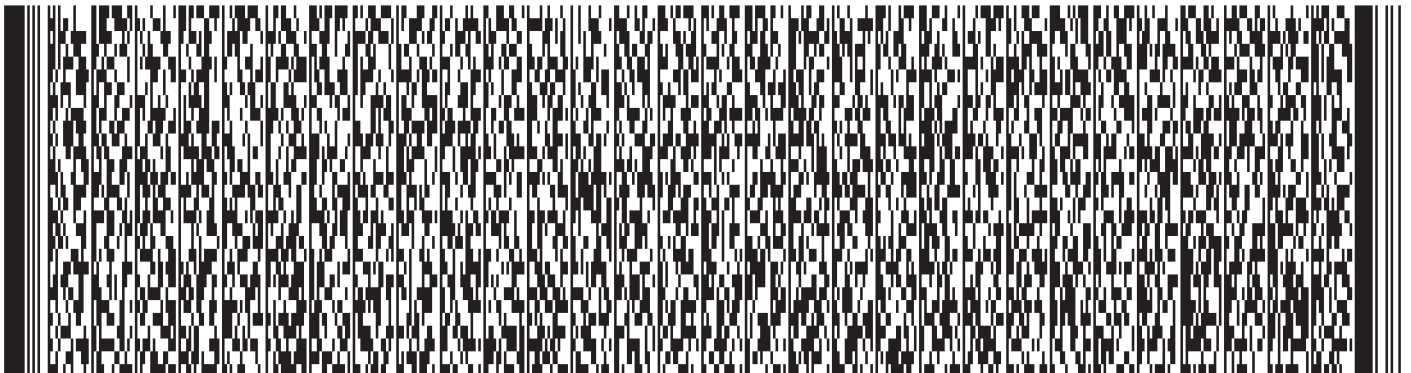
Case No. 22-10964



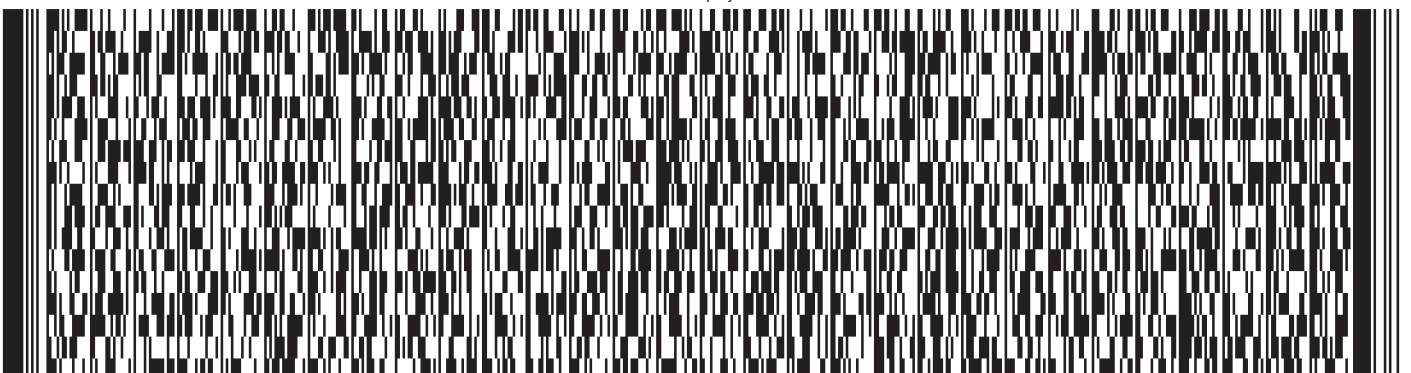
Bankruptcy1to50



Bankruptcy51to100



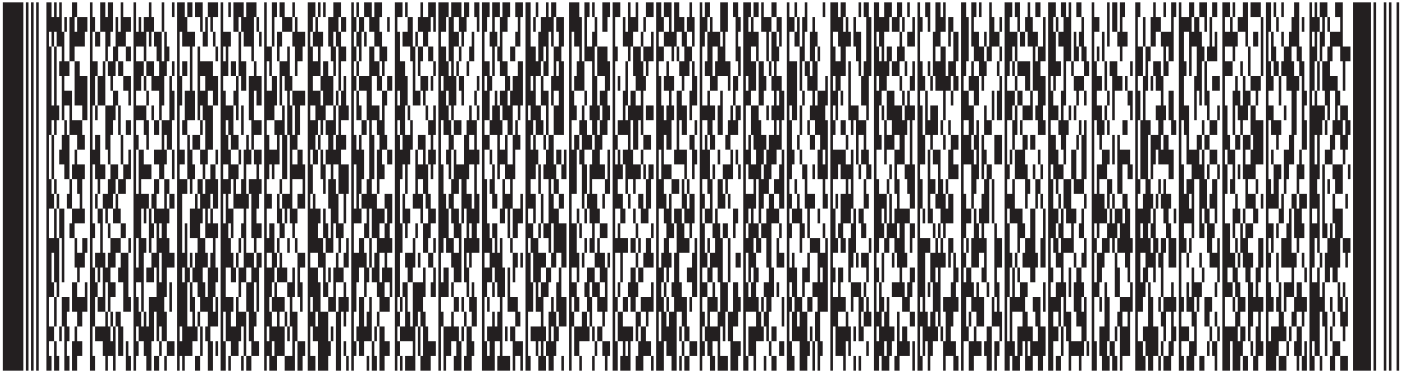
NonBankruptcy1to50



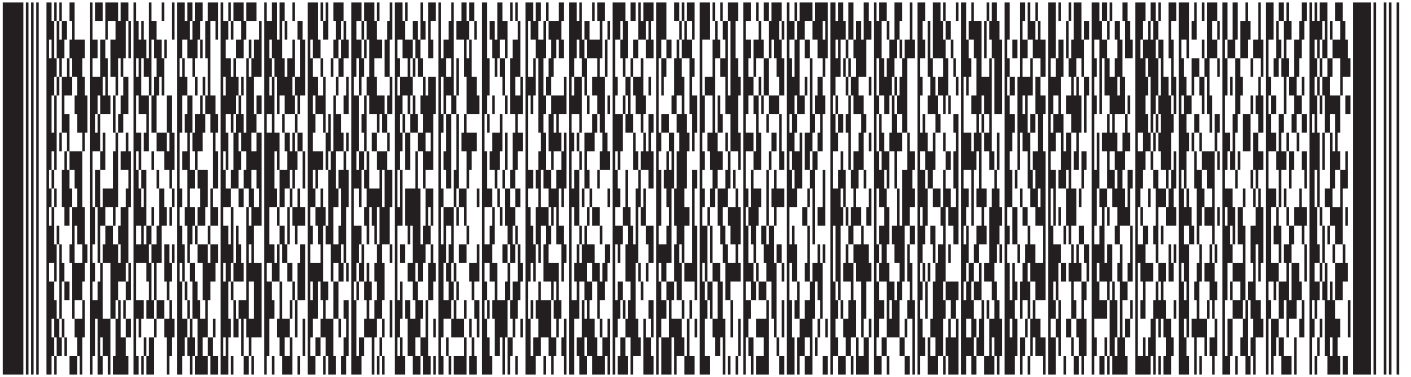
NonBankruptcy51to100

Debtor's Name Celsius Network LLC

Case No. 22-10964



PageThree



PageFour

General Notes

On July 13, 2022 (the “Initial Petition Date”), Celsius Network LLC (“Celsius”) and certain of its affiliates, as debtors and debtors in possession (the “Initial Debtors”), filed voluntary petitions for relief under chapter 11 of the Bankruptcy Code (the “Initial Chapter 11 Cases”) in the United States Bankruptcy Court for the Southern District of New York (the “Court”). On December 7, 2022, GK8 Ltd., GK8 UK Limited, and GK8 USA LLC (the “GK8 Debtors”) and, together with the Initial Debtors, the “Debtors”), as debtors and debtors in possession, filed voluntary petitions for relief under chapter 11 of the Bankruptcy Code (the “GK8 Chapter 11 Cases”) and, together with the Initial Chapter 11 Cases, the “Chapter 11 Cases”). The Chapter 11 Cases are being jointly administered for procedural purposes only under the lead case *In re Celsius Network LLC*, Case No. 22-10964 (MG) (Bankr. S.D.N.Y.) pursuant to orders entered by the Court on July 19, 2022 [Docket No. 53] and December 8, 2022 [Docket No. 1648]. On July 27, 2022, the United States Trustee for Region 2 (the “U.S. Trustee”) appointed an official committee of unsecured creditors pursuant to section 1102(a) of the Bankruptcy Code [Docket No. 241]. On September 29, 2022, the Court entered an order appointing an examiner [Docket No. 920]. On April 4, 2023, the Court entered an order discharging the examiner [Docket No. 2364]. The Debtors are operating their business and managing their property as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. Additional information about the Chapter 11 Cases, court filings, and claims information is available at the Debtors’ restructuring website: <https://cases.stretto.com/Celsius/>.

On February 21, 2023, the GK8 Debtors completed the sale of substantially all of their assets (the “Sale”) to Galaxy Digital Trading LLC (the “Buyer”) pursuant to the Asset Purchase Agreement dated as of December 2, 2022. Subject to certain adjustments, the aggregate purchase price was \$44 million for the GK8 assets, and included the assumption by the Buyer of certain liabilities of the GK8 Debtors. The sale was approved by the Bankruptcy Court on December 13, 2022 [Docket No. 1686] and closed on February 21, 2023.

General Methodology

The Debtors are filing their Monthly Operating Reports (“MOR”) solely for the purpose of complying with the monthly operating requirements applicable in the Debtors’ Chapter 11 Cases. The financial information contained herein is presented on a preliminary and unaudited basis, limited in scope and, as such, has not been subject to procedures that would typically be applied to financial statements in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”) and does not include all of the information and footnotes required by U.S. GAAP. The MOR should not be relied upon by any persons for information relating to current or future financial condition, events, or performance of any of the Debtors or their affiliates, as the results of operations contained herein are not necessarily indicative of results which may be expected from any other period or for the full year, and may not necessarily reflect the combined results of operations, financial position, and schedule of receipts and disbursements in the future. There can be no assurance that such information is complete, and the MOR may be subject to revision. The following notes, statements, and limitations should be referred to, and referenced in connection with, any review of the MOR.

Basis of Presentation

The financial information contained herein is presented per the Debtors' books and records without, among other things, all adjustments or reclassifications that may be necessary or typical with respect to consolidating financial statements or in accordance with U.S. GAAP. In preparing the MOR, the Debtors relied on financial data derived from their books and records that was available at the time of such preparation. Although the Debtors have made commercially reasonable efforts to ensure the accuracy and completeness of the MOR, subsequent information or discovery may result in material changes to the MOR. As a result, inadvertent errors or omissions may exist. For the avoidance of doubt, nothing contained herein shall constitute a waiver of any rights of the Debtors, including the right to amend the information contained herein, and the Debtors hereby reserve all of their rights, including to amend and/or supplement the MOR as may be necessary or appropriate.

Reservation of Rights

Nothing contained in this MOR shall constitute a waiver or admission by the Debtors in any respect nor shall this MOR or any information set forth herein waive or release any of the Debtors' rights or serve as an admission with respect to the Chapter 11 Cases, or the Debtors' estates, including with respect to, among other things, matters involving objections to claims, substantive consolidation, equitable subordination, defenses, characterization or re-characterization of contracts, assumption or rejection of contracts under the provisions of chapter 3 of the Bankruptcy Code and/or causes of action under the provisions of chapter 5 of the Bankruptcy Code or any other relevant applicable laws to recover assets or avoid transfers. The Debtors are reviewing their assets and liabilities on an ongoing basis, including, without limitation, with respect to intercompany claims and obligations, and nothing contained in this MOR shall constitute a waiver of any of the Debtors' or their affiliates' rights with respect to such assets, liabilities, claims, and obligations that may exist.

Currency

The amounts herein are presented in United States dollars, rounded to the nearest thousand, unless otherwise stated.

Notes to Part 1:

- Cash receipts and disbursements related to intercompany transfers among the Debtors are included with total cash receipts.

Notes to Part 2

- Totals do not include intercompany eliminations for account balances among Debtor and non-Debtor affiliates.
- Intercompany charges including interest, transfer pricing, and other adjustments are not included in the reported amounts.
- Priority unsecured claims at GK8 Ltd. amount to 56,300 of CEL tokens for employee compensation. These amounts are not listed in the GK8 Ltd. MOR as they are undetermined.

- Prepetition liabilities reflect liabilities included in Liabilities Subject to Compromise on the Debtors' balance sheets, as well as other liabilities which may be uncompromised pursuant to the relief granted under the interim and final orders (as applicable) of the Court granting the Debtors' "first day motions." Prepetition and post-petition balances of uncompromised liabilities are an estimate given that the Debtors do not have processes in place to close their books and records during the middle of the month.
 - The Debtors previously scheduled account holder claims at each Debtor entity as part of the Debtors' Schedules of Assets and Liabilities filed on October 5, 2022 and January 20, 2023 [Case No. 22-10964, Docket Nos. 973, 974; Case No. 22-10965, Docket Nos. 5, 6; Case No. 22-10966, Docket Nos. 6, 7; Case No. 22-10967, Docket Nos. 4, 5; Case No. 22-10968, Docket Nos. 4, 5; Case No. 22-10969, Docket No. 4, 5; Case No. 22-10970, Docket Nos. 4, 5; Case No. 22-10971, Docket No. 4, 5; Case No. 22-11643, Docket Nos. 4, 5; Case No. 22-11644, Docket Nos. 4, 5; Case No. 22-11645, Docket Nos. 4, 5] (the "Schedules"). Please refer to Paragraph 2 of the Global Notes and Overview Methodology included as part of the Schedules for additional information with respect to the scheduling of such claims.
 - After the Debtors scheduled account holder claims as described above, the Court issued the *Memorandum Opinion Regarding Which Debtor Entities Have Liability for Customer Claims Under the Terms of Use* [Docket No. 2205] (the "Claims Opinion"). The Debtors amended the Schedules to account for the Claims Opinion [Case No. 22-10964, Docket No. 2311; Case No. 22-10965, Docket No. 14; Case No. 22-10966, Docket No. 15; Case No. 22-10967, Docket No. 15; Case No. 22-10968, Docket No. 13; Case No. 22-10969, Docket No. 13; Case No. 22-10970, Docket No. 13; Case No. 22-10971, Docket No. 13; Case No. 22-11643, Docket No. 9; Case No. 22-11644, Docket No. 9; Case No. 22-11645, Docket No. 9].

Notes to Part 3

- Intercompany charges including interest, transfer pricing, and other adjustments are not included in the reported amounts.

Notes to Part 5:

- The Debtors are paying retained estate professionals in accordance with the *Order (I) Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Retained Professionals and (II) Granting Related Relief* [Docket No. 521]. The Debtors are paying ordinary course professionals in accordance with the *Order Authorizing the Retention and Compensation of Professionals Utilized in the Ordinary Course of Business* [Docket No. 519].

Notes to Part 7:

- Pursuant to the relief requested under certain "first day motions" and granted under related orders, certain payments have been made on account of prepetition obligations as they come due in the ordinary course, including employee-related obligations, tax obligations and lien claimant, foreign vendor, and critical vendor obligations. Where applicable, details of these payments have been delivered to the required notice parties in accordance with the reporting requirements contained within the first day orders.

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re: Celsius Network LLC, et al.
Case No.: 22-10964
December 2023 Cash Receipts and Disbursements

\$ in USD (000's)

Case No.: Debtor:	22-10966	22-10968	22-10965	22-10964	22-10970	22-10969	22-10971	22-10967	22-11643	22-11645	22-11644
Combined Debtor Entities	Celsius Network Limited	Celsius Mining LLC	Celsius Network Inc.	Celsius Network LLC	Celsius Lending LLC	Celsius Networks Lending LLC	Celsius US Holding LLC	Celsius KeyFi LLC	GK8 Ltd.	GK8 UK Limited	GK8 USA LLC
Beginning Cash Balance	\$105,636	\$35,635	\$34,649	\$6	\$29,296	\$15	—	—	—	\$6,035	—
Receipts	311,127	298,631	12,495	—	—	—	—	—	—	—	—
Disbursements	(57,595)	(10,566)	(13,484)	(274)	(32,815)	—	—	—	(455)	—	—
Intercompany Activity ⁽¹⁾	—	(289,349)	—	300	289,049	—	—	—	—	—	—
Ending Cash Balance	\$359,167	\$34,351	\$33,660	\$31	\$285,530	\$15	—	—	\$5,580	—	—
Float	5	(0)	0	(0)	5	0	—	—	0	—	—
Ending Book Cash	\$359,172	\$34,351	\$33,660	\$31	\$285,534	\$15	—	—	\$5,580	—	—

Notes:

⁽¹⁾ In U.S. Trustee forms, amounts are included as Receipts to avoid inclusion in the quarterly U.S. Trustee fee calculations.

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re: Celsius Network LLC, et al.

Case No.: 22-10964

December 2023 Income Statement ⁽¹⁾

\$ in USD ('000's)

	Case No: Debtor:	22-10966 Celsius Network Limited	22-10968 Celsius Mining LLC	22-10965 Celsius Network Inc.	22-10964 Celsius Network LLC	22-10969 Celsius Networks Lending LLC	22-10970 Celsius Lending LLC	22-10971 Celsius US Holding LLC	22-10967 Celsius KeyFi LLC	22-11643 GK8 Ltd.	22-11645 GK8 UK Limited	22-11644 GK8 USA LLC
Income from Deployed Assets		—	—	—	4,916	—	—	—	—	—	—	—
Lending Income		63	—	—	—	—	—	—	—	—	—	—
Crypto Realized and Unrealized Gains / (Losses) ⁽²⁾		(2,346)	1,629	—	(646,243)	(30,373)	(144,014)	—	—	—	—	—
Other Revenue ⁽³⁾⁽⁴⁾⁽⁵⁾		1,532	18,821	—	—	—	—	—	—	(30)	—	—
Total Revenue		(751)	20,449	—	(641,327)	(30,373)	(144,014)	—	—	(30)	—	—
Provision for Doubtful Accounts/Writeoffs ⁽⁶⁾		(14,778)	—	—	—	—	—	—	—	—	—	—
Borrowing Expense		336	—	—	—	—	—	—	—	—	—	—
Wages & Benefits		43	117	—	1,741	—	—	—	—	—	—	—
General & Administrative Expenses ⁽⁷⁾⁽⁸⁾		29	15,908	104	809	—	—	—	—	6	—	—
Taxes (excl. payroll tax)		7	967	37	—	—	—	—	—	—	—	—
Other Expenses ⁽⁵⁾		165	—	—	25	—	—	—	—	(129)	—	—
Total Expenses		580	16,991	142	2,575	—	—	—	—	(123)	—	—
Restructuring Charges		10,340	—	—	17,034	—	—	—	—	—	—	—
Net Income		(26,450)	3,458	(142)	(660,936)	(30,373)	(144,014)	—	—	93	—	—

(1) Intercompany charges (including interest, transfer pricing, and other adjustments) are not included in the stand alone amounts.

(2) According to IFRS standards, intangible assets (primarily cryptocurrency) are remeasured through equity while intangible liabilities are remeasured through the income statement. As such, certain changes in liabilities are offset by certain changes in equity.

For the period from 12/1/23 to 12/31/23, the change in intangible assets was approximately \$170 million.

(3) Other Revenue as to Celsius Network Limited and Celsius Network LLC consists of changes in fair market value of investments excluding intangible assets.

(4) Other Revenue as to Celsius Mining LLC consists of \$18.8 million of BTC mining revenue and \$29,000 of bank interest income. See standalone P&L for mining.

(5) Other Expenses and Revenue as to GK8 Ltd. relate to FX movements related to the tax generated from the asset sale at GK8.

(6) Provisions for Doubtful Accounts/Writeoffs as to Celsius Network Limited is driven by a write down of certain loans.

(7) General & Administrative Expenses as to Celsius Mining LLC includes \$6 million of depreciation and \$6 million related to hosting services.

(8) General & Administrative Expenses as to Celsius Network Inc. includes changes to accrual for D&O and cyber policies.

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re: Celsius Network LLC, et al.

Case No.: 22-10964

December 2023 Unconsolidated Balance Sheet ⁽¹⁾⁽²⁾

\$ in USD (000's)

Case No: Debtor:	22-10966 Celsius Network Limited	22-10968 Celsius Mining LLC	22-10965 Celsius Network Inc.	22-10964 Celsius Network LLC	22-10970 Celsius Lending LLC	22-10969 Celsius Networks Lending LLC	22-10971 Celsius US Holding LLC	22-10967 Celsius KeyFi LLC	22-11643 GK8 Ltd.	22-11645 GK8 UK Limited	22-11644 GK8 USA LLC
Bank Balances	34,351	33,660	31	285,534	15	—	—	—	5,580	—	—
Investments	13,653	—	—	—	—	—	—	—	—	—	—
Cryptocurrency Holdings	1,519,350	16,018	—	1,659,469	—	—	—	—	—	—	—
Loans Receivable (current)	623,916	—	2	—	244,559	84,605	—	—	—	—	—
Loan Loss Reserve	(518,929)	—	—	—	—	—	—	—	—	—	—
Intercompany Receivables	4,831,401	4,963	28,030	12,960,171	683,267	1,041,424	28,032	4,632	6,919	—	—
Other Current Assets	7,667	98,791	505	(303)	2,772	2,765	179	—	13	—	—
Total Current Assets	6,511,410	153,432	28,569	14,904,872	930,613	1,128,794	28,210	4,632	12,512	—	—
Fixed Assets	—	181,417	—	—	—	—	—	—	—	—	—
Loans Receivable (long term)	—	—	—	—	76,782	4,477	—	—	—	—	—
Other Assets	47,421	256	55,072	—	—	—	101,479	—	—	—	—
Total Assets	6,558,831	335,105	83,641	14,904,872	1,007,395	1,133,272	129,690	4,632	12,512	—	—
Accounts Payable	1,788	9,381	50	9,578	34	—	—	—	—	—	—
Accrued Expenses	122,493	9,366	509	71,486	—	—	20,894	—	5,828	—	—
User Balances	9,167	—	—	7,145,845	—	—	—	—	—	—	—
Borrowings	85,168	—	—	0	—	—	—	—	—	—	—
Collateral Payable	29,699	—	—	—	1,242,019	320,296	—	—	—	—	—
Intercompany Payables	12,748,376	134,286	32,995	5,446,325	(169,674)	541,247	126,355	1	1,224	—	—
Other Current Liabilities	—	36	—	—	—	—	—	—	—	—	—
Total Current Liabilities	12,996,691	153,070	33,554	12,673,234	1,072,379	861,543	147,249	1	7,052	—	—
Other Long Term Liabilities	348,045	216	—	—	—	—	—	—	—	—	—
Intercompany Payables	—	644,049	—	—	—	—	—	—	—	—	—
Total Liabilities	13,344,736	797,334	33,554	12,673,234	1,072,379	861,543	147,249	1	7,052	—	—
Total Equity	(6,785,905)	(462,229)	50,087	2,231,638	(64,984)	271,729	(17,559)	4,632	5,460	—	—
Total Liabilities & Equity	6,558,831	335,105	83,641	14,904,872	1,007,395	1,133,272	129,690	4,632	12,512	—	—
Memo: Liabilities Subject to Compromise ⁽³⁾	13,338,624	775,247	32,392	12,378,340	1,072,375	861,543	145,987	28,335	1,224	—	—

(1) Intercompany charges (including interest and other adjustments) are not included in the stand alone amounts.

(2) There are ongoing movements to the Celsius Mining LLC balance sheet accounts related to audit prep work.

(3) Included in liabilities shown above.

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re: Celsius Network LLC, et al.
Case No.: 22-10964
December 2023 Payments to Insiders

\$ in USD

Employee ⁽¹⁾	Title	Debtor	Payment Type	Amount
David Albert	Chief Administrative Officer	Celsius Mining LLC	Wages	\$32,308
Jenny Fan	Chief Financial Officer	Celsius Mining LLC	Wages	\$34,615
Quinn Lawlor	Chief Strategy Officer	Celsius Mining LLC	Wages	\$28,846
David Barse ⁽²⁾	Director	Celsius Network Limited	Wages	\$57,500
Alan Carr ⁽²⁾	Director	Celsius Network Limited	Wages	\$35,000
Christopher Ferraro	Chief Financial Officer, Chief Restructuring Officer, and Interim Chief Executive Officer	Celsius Network LLC	Wages	\$86,538
Guillermo Bodnar	Chief Technology Officer	Celsius Network LLC	Wages	\$57,692
Oren Blonstein	Chief Compliance Officer	Celsius Network LLC	Wages	\$40,385
Ron Deutsch	General Counsel	Celsius Network LLC	Wages	\$36,923
Ron Deutsch	General Counsel	Celsius Network LLC	Expenses	\$2,586
Adrian Alisie	Head of Business Operations	Celsius Network LLC	Wages	\$34,615
Trunshedda Ramos	Chief Human Resources Officer	Celsius Network LLC	Wages	\$36,923

(1) Payments made to all employees reflect three pay periods in the month of December as a result of a bi-weekly payment cadence.

(2) Payments made to independent directors reflect solely amounts paid this month. The amounts vary month over month due to invoice timing and may relate to more than one month.

\$ in USD

[illegible]